LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, JULY 1, 2003,** upon the application of **SUNLAND PRODUCTION COMPANY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Hosston Zone**, **Reservoir A**, **to the Cotton Valley Formation**, **Reservoir A** and **to the Lower Cotton Valley Zone**, **Reservoir A**, in the Elm Grove Field, Caddo Parish, Louisiana.

- To create one (1) additional drilling and production unit for the exploration for and production
 of gas and condensate from the Lower Cotton Valley Zone, Reservoir A, such unit being
 shown on the plat submitted with the application and being designated LCV RA
 SU80.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed additional unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate a unit well and unit operator for the proposed additional unit as may be appropriate.
- 4. To approve the downhole combination of production from the Lower Cotton Valley Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Hosston Zone, Reservoir A, or any combination thereof, in the wellbore of any well located on LCV RA SU80, CV RA SU87 and HOSS RA SU100 in which the ownership interests in the intervals to be combined downhole are identical.
- 5. To consider such other matters as may be pertinent.

The Hosston Zone, Reservoir A, in the Elm Grove Field, Caddo, Webster and Bossier Parishes, Louisiana, was defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo, Webster and Bossier Parishes, Louisiana, was defined in Office of Conservation Order No. 361-B, effective October 1, 1973 and Office of Conservation Order No. 361-B-6, effective May 24, 1978.

The Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Caddo, Webster and Bossier Parishes, Louisiana, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996.

A plat is for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

-5- Page 2

ELM GROVE FIELD 03-496 thru 03-498

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 5/28/03;5/31/03 S dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.